

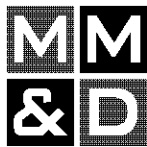
**MED X COUNSELING SERVICE, INC.**  
**NEW ROADS, LOUISIANA**

**COMPILATION FINANCIAL REPORT**  
**JUNE 30, 2014**

**MED X COUNSELING SERVICE, INC.**  
**NEW ROADS, LOUISIANA**  
**JUNE 30, 2014**

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**Major, Morrison & David**

*Certified Public Accountants*

QUALITY • INTEGRITY • DEPENDABILITY

**John L. Morrison III, CPA, CGMA, PC**

**Mark A. David, CPA, PC**

**John S. Disotell III, CPA, PC**

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**Van P. Major, CPA (1951-2005)**

## ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors  
Med X Counseling Service, Inc.  
New Roads, Louisiana

We have compiled the accompanying balance sheet of Med X Counseling Service, Inc. (a corporation) as of June 30, 2014 and the related statement of income and retained earnings and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Major, Morrison & David  
New Roads, Louisiana  
December 16, 2014

**Med X Counseling Service, Inc.**

Balance Sheet

June 30, 2014

**ASSETS**

|                                 |                  |
|---------------------------------|------------------|
| Current Assets                  |                  |
| Cash and cash equivalents       | \$ 2,137         |
| Prepaid taxes                   | 331              |
| Accounts receivable             | -                |
| Deferred tax asset              | 2,116            |
| Total Current Assets            | <u>4,584</u>     |
| Property and Equipment          |                  |
| Property & equipment            | 108,011          |
| Less - Accumulated depreciation | (79,228)         |
| Total Property and Equipment    | <u>28,783</u>    |
| Other Assets                    |                  |
| Organization expenses           | 325              |
| Less - Accumulated amortization | (247)            |
| Deposits                        | 50               |
| Total Other Assets              | <u>128</u>       |
| Total Assets                    | <u>\$ 33,495</u> |

See accountants' compilation report.

**Med X Counseling Service, Inc.**

Balance Sheet

June 30, 2014

**LIABILITIES AND SHAREHOLDERS' EQUITY**

|  |                  |
|--|------------------|
| Current Liabilities  |                  |
| Bank line-of-credit  | \$ 8,000         |
| Accounts payable   | -                |
| Payroll taxes payable                                      | 159              |
| Total Current Liabilities                                  | <u>8,159</u>     |
| Long-Term Liabilities                                      |                  |
| Loans from stockholder                                     | 665              |
| Deferred tax liability                                     | 950              |
| Total Long-term Liabilities                                | <u>1,615</u>     |
| Total Liabilities  | <u>9,774</u>     |
| Shareholders' Equity                                       |                  |
| Common stock, no par                                       |                  |
| authorized 1,000 shares; issued & outstanding 1,000 shares | 1,000            |
| Retained earnings  | 22,721           |
| Total Shareholder's Equity                                 | <u>23,721</u>    |
| Total Liabilities and Shareholders' Equity                 | <u>\$ 33,495</u> |

See accountants' compilation report.

**Med X Counseling Service, Inc.**  
Statement of Income and Retained Earnings  
For The Year Ended June 30, 2014

|   |                         |
|---|-------------------------|
| Income                                    |                         |
| Counseling fees                           | \$ 2,928                |
| Other services                            | <u>1,892</u>            |
| Net services                              | <u>4,820</u>            |
| General and administrative expenses       |                         |
| Accounting                                | 600                     |
| Amortization                              | 33                      |
| Auto & vehicle expense                    | 60                      |
| Bank charges                              | 40                      |
| Contract services                         | 300                     |
| Depreciation                              | 4,085                   |
| Insurance                                 | 409                     |
| Salaries & wages                          | 1,861                   |
| Taxes - payroll & other                   | <u>181</u>              |
| Total General and administrative expenses | <u>7,569</u>            |
| Income from Operations (Loss)             | (2,749)                 |
| Interest expense                          | <u>334</u>              |
| Income (loss) before income taxes         | (3,083)                 |
| Income tax expense (benefit)              | <u>558</u>              |
| Net Income (Loss)                         | (3,641)                 |
| Retained Earnings - beginning             | 26,362                  |
| Retained Earnings - ending                | <u><u>\$ 22,721</u></u> |

See accountants' compilation report.

**Med X Counseling Service, Inc.**  
Statement of Cash Flow  
For The Year Ended June 30, 2014

|  |                 |
|--|-----------------|
| Cash Flows From Operating Activities   |                 |
| Net income (loss)  | \$ (3,641)      |
| Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities |                 |
| Depreciation   | 4,085           |
| Deferred income taxes  | 558             |
| Amortization of intangible assets  | 33              |
| (Increase) decrease in prepaid assets  | (11)            |
| Increase (decrease) in payroll taxes   | (1,711)         |
| Total adjustments  | <u>2,954</u>    |
| Net Cash Provided (Used) by Operating Activities   | <u>(687)</u>    |
| Cash Flows From Investing Activities   |                 |
|  | -               |
| Net Cash Provided (Used) by Investing Activities   | <u>-</u>        |
| Cash Flows From Financing Activities   |                 |
| Proceeds from shareholder loan   | 1,400           |
| Proceeds from line-of-credit   | -               |
| Repayment of short-term debt   | (1,000)         |
| Repayment of line-of-credit  | (1,666)         |
| Net Cash Provided (Used) by Financing Activities   | <u>(1,266)</u>  |
| NET INCREASE (DECREASE) IN CASH  | (1,953)         |
| CASH AT BEGINNING OF YEAR  | <u>4,090</u>    |
| CASH AT END OF YEAR  | <u>\$ 2,137</u> |

Supplemental Disclosures

|                                |        |
|--------------------------------|--------|
| Cash Paid During the Year for: |        |
| Interest                       | \$ 334 |

See accountants' compilation report.

**MED X COUNSELING SERVICE, INC.  
NEW ROADS, LOUISIANA**

**Schedule of Current Year Findings & Responses  
June 30, 2014**

**FINANCIAL STATEMENT FINDINGS**

There were no current year findings.



**MED X COUNSELING SERVICE, INC.  
NEW ROADS, LOUISIANA**

**Schedule of Prior Year Findings  
June 30, 2014**

**FINANCIAL STATEMENT FINDINGS**

There were no prior year findings.